

Animal Services Contract Renewal Considerations

May 17, 2022

Erin Keller, Senior Administrative Analyst

Introductions

- In anticipation of renewing the contract for Fiscal Year (FY) 2022-23
- Santa Barbara County representatives via phone:
 - Paige Batson, Deputy Director of Community Health
 - Stacy Covarrubias, Business Manager

Background

- Presentation to provide Council sufficient time to consider renewal of the Animal Services contract.
 - Compliance with Section B2.3 of the City Council Handbook

Discussion

- The county has been providing supplemental funding:
1) Tobacco Tax 2) General Fund
- New proposal phases out the supplemental General Funds but continues to offset costs with Tobacco Tax.

COST INCREASE= \$5,560.00 for FY 2022-23 (YEAR 1)

Newly approved concept: Five-year, Option C, plan Adopted by the County Board of Supervisors on April 19, 2022. (Attachment 1)

Cities and other Jurisdictions	FY 21-22 Contracts With Support	C		Difference in Costs by Jurisdiction	5-Year Phase in with CPI of 2.5% in years 2, 3, 4, and 5										
		Total Costs Without GFC			Year 1		Year 2		Year 3		Year 4		Year 5		Cumulative Increases
		20%	%		2.5%	%	2.5%	%	2.5%	%	2.5%	%			
Lompoc	\$ 341,700	\$ 369,500	\$ 27,800	\$ 5,560	1.6%	\$ 14,381	4.1%	\$ 14,740	4.1%	\$ 15,109	4.0%	\$ 15,486	4.0%	65,276	

City of Lompoc				
	Fiscal Year	Annual Amount	Quarterly Invoices	
Year 1	July 1, 2022- June 30, 2023	\$ 347,260	\$ 86,815	Contract Amount
Year 2	July 1, 2023- June 30, 2024	\$ 361,644		Amounts shown uses FY 2021-2022 costs with General Fund support phase-out and 2.5% CPI
Year 3	July 1, 2024- June 30, 2025	\$ 376,384		
Year 4	July 1, 2025- June 30, 2026	\$ 391,496		
Year 5	July 1, 2026- June 30, 2027	\$ 406,984		

Fiscal Impact Explained: Option C (5YR)

Year	Approx. % Increase	Approx. \$ Increase	Approx. Annual Total \$
2022-23	1.6%	\$5,560	\$347,260
2023-27	1.6%		
(+ /-) CPI	<u>+2.5%</u>		
2024	= 4.1%	\$15,000	\$361,644
2025			\$376,384
2026			\$391,496
2027			\$406,984
*CPI – Consumer Price Index			

Conclusion

Staff will continue to brief you on this matter and will provide the final contract when it has been received from the County.

Questions

